FISCAL NOTE

HB 2286 - SB 2624

February 25, 2002

SUMMARY OF BILL: Requires the Comptroller's annual actuarial study of TennCare to address provider reimbursement rates to determine if they are consistent with other state Medicaid programs. Cost calculations used to determine capitated rates must be based on this information.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - Could increase TennCare expenditures if other state Medicaid programs have higher reimbursement rates than Tennessee. To the extent this occurs, the increase in state expenditures is estimated to be significant.

The current TennCare Program does not directly control provider reimbursement. The program pays capitated rates to the TennCare MCOs who contract with providers.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Lavenge